

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 7256

BILL NUMBER: HB 1380

NOTE PREPARED: Jan 7, 2015

BILL AMENDED:

SUBJECT: Special Employment and Training Services Fund.

FIRST AUTHOR: Rep. Riecken

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: The bill provides that the annual amount released from the Special Employment and Training Services Fund (Penalty & Interest Fund or P&I Fund) for training and counseling assistance provided by Hometown Plans is increased from \$400,000 to \$575,000, \$175,000 of which must be distributed for use in the Evansville area.

Effective Date: July 1, 2015.

Explanation of State Expenditures: *Department of Workforce Development (DWD):* DWD administers the P&I Fund, which is comprised primarily of money collected as interest and penalties on employers delinquent in unemployment taxes. The P&I Fund generated \$9.8 M in revenue in FY 2014.

The Indiana Plan is Indiana's Hometown Plan and has been in operation since 1970. Hometown Plans were created by a federal executive order in 1969 and are voluntary three-party affirmative action agreements between a local areas' construction contractors, unions, and community representatives. The agreements are intended to provide construction training to minorities, women, and the disadvantaged.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: DWD.

Local Agencies Affected:

Information Sources: U.S. Civil Rights Commission, *Ten-Year Check-Up: Have Federal Agencies Responded to Civil Rights Recommendations? Volume II: An Evaluation of the Departments of Justice, Labor, and Transportation*, www.usccr.gov/pubs/10yr02/vol2/ch3.htm; Indiana Plan Website, www.indianaplan.org.

Fiscal Analyst: Stephanie Wells, 232-9866.